



August 26, 2004

AUG 30 2004
PUBLIC SERVICE
COMMISSION

Honorable Thomas M. Dorman
Executive Director
211 Sower Boulevard
Frankfort, KY 40602-0615

Re: Atmos Energy Corporation
Case No. 98-224

Dear Mr. Dorman:

Pursuant to the Order of the Commonwealth of Kentucky dated June 16, 1998 in the above referenced docket, enclosed is the report of action for Atmos Energy Corporation for the period ended June 30, 2004.

If you have any questions or require further information, please do not hesitate to contact me at (972) 855-9755. Thank you for your assistance.

Sincerely,


Stephanie Castle
Assistant Treasurer

Enclosures

Cc: Gary Smith

**COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION**

Application of Atmos Energy Corporation (Atmos), through its division, Western Kentucky Gas Company of Owensboro, Kentucky, for an order authorizing the creation and issuance of 650,000 shares of common stock through its Restricted Stock Grant Plan.

Case No. 98-224

**REPORT OF ACTION
Prepared 8-26-2004**

Reference is made to the order entered into on June 16, 1998 that Atmos Energy Corporation ("Atmos"), through its division, Western Kentucky Gas Company ("Western") reports that the Company is authorized to create and issue up to 650,000 shares of its common stock pursuant to its Restricted Stock Grant Plan.

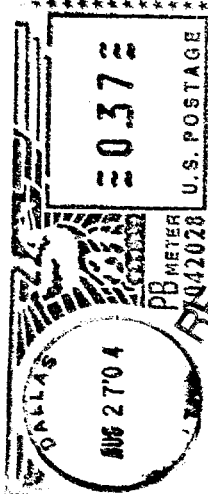
1. For the period January 1, 2004 through June 30, 2004, the Petitioner reports that there were no shares exercised under the Restricted Stock Grant Plan with no increase in capital stock. The aggregate number of shares authorized but not issued under Case No. 98-224 remained at 650,000 as of June 30, 2004.
2. Petitioner reports that there were no expenses associated with the Restricted Stock Grant Plan during the reported time frame.

Atmos Energy Corporation


Stephanie Castle
Assistance Treasurer



P.O. Box 650205
Dallas, Texas 75265-0205



RECEIVED

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